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March 17, 2000

FEDERAL COMMUNICATIONS COMMISSION
OFFICE OF THE SECRETARY

VIA HAND DELIVERY

Magalie Roman Salas
Secretary
Federal Communications Commission
The Portals - TW-A325
445 Twelfth Street, S.W.
Washington, DC 20554

Re: Ex Parte

SBC Project Pronto
CC Docket No. 98-141
ASD 99-49

Fresh Look
CC Docket No. 99-142

Dear Ms. Salas:

Pursuant to Section 1.1206(b)(1) and (2) of the Commission's rules, 47 C.F.R. Section 1.1206(b)(1) and (2), this letter will provide notice that on March 16, 2000, on behalf of MGC Communications, Inc. d/b/a Mpower Communications Corporation ("Mpower") the undersigned and Francis D.R. Coleman, Vice President, Regulatory Affairs, Mpower, met with Robert Atkinson, Deputy Chief, Common Carrier Bureau and Claudia Pabo and John Adams, Policy and Program Planning Division, Common Carrier Bureau concerning issues in the above-captioned proceedings. Concerning Project Pronto, we presented the views set forth in the attachment to this letter which was provided at the meeting. Concerning, fresh look issues we presented the views that ILEC termination penalties are a barrier to entry, that the Commission should require

ILECs to disclose the scope and number of termination penalties currently in effect, and that the Commission should measure the "effect of prohibiting" test of Section 253(a) on a customer specific basis.

Sincerely,

A handwritten signature in black ink, appearing to read "Pat", followed by a long horizontal flourish.

Patrick J. Donovan

cc: Robert Atkinson
Claudia Pabo
John Adams

Ex Parte

Project Pronto

CC Docket No. 98-141

ASD 99-49

mpowerTM
Communications



Profile

- Founded in 1996, Mpower Communications Corp. (Formerly MGC Communications, Inc.) NASDAQ- MPWR
- Mpower is delivering the power of the internet to business customers nationwide over high-speed DSL (digital subscriber line) connectivity.
- One of the leading providers of facilities-based, integrated communication solutions using unbundled loops.
- Product offerings include
 - Fast internet access
 - Web hosting
 - Voice over DSL (VoDSL)
 - Local telephone
 - Custom calling features
 - Long distance services



History

- Under the leadership of president and CEO Rolla P. Huff, the company is in an aggressive growth stage
- Revenue for 1999 was more than \$55 million, up from \$18 million the year prior
- The company ranked 12th in the Bloomberg tech 100 listing of the fastest-growing technology companies in the U.S. based on sales growth for the 1999 fiscal year
- Mpower currently operates in Southern California (including Los Angeles, San Diego and Orange County), Chicago, Atlanta, Southern Florida and Las Vegas
- Mpower plans to expand its footprint nationwide, and by year's end intends to offer service in the top 50 markets in the U.S.
- Mpower is currently working to develop strategic arrangements with e-commerce companies, such as its agreement with Purchasepro.Com

Project Pronto Violates SBC's Obligation to Provide DSL-Capable Loops

- ILECs must provide loops capable of use for provision by CLECs of all DSL services.
- Fiber deployment is not a justification for providing limited capability loops.

The Proposed Implementation of Project Pronto Is Anticompetitive

- Limits CLECs to ADSL.
- Inadequate collocation space at pedestals and cumbersome, untimely, and uncertain process for obtaining collocation.
- SBC controls vendors, technology, and timing of provision of better services.
- Precludes competition in voice services that could be provided by voice over DSL.
- Along with poor provisioning of copper conditioned loops to CLECs, limits DSL competition.

Impact on Mpower

- Precludes provision of SDSL to customers served by Project Pronto Loops.
- Encourages poor UNE provisioning by SBC.

Waiver

- FCC should require complete information before considering the waiver.
- Whether granted or not, the waiver will not address SBC's anticompetitive deployment of fiber. The waiver is largely irrelevant to SBC's planned anticompetitive rollout of Project Pronto.

- A narrow waiver may be acceptable.

Competitively Neutral Solutions Are Available

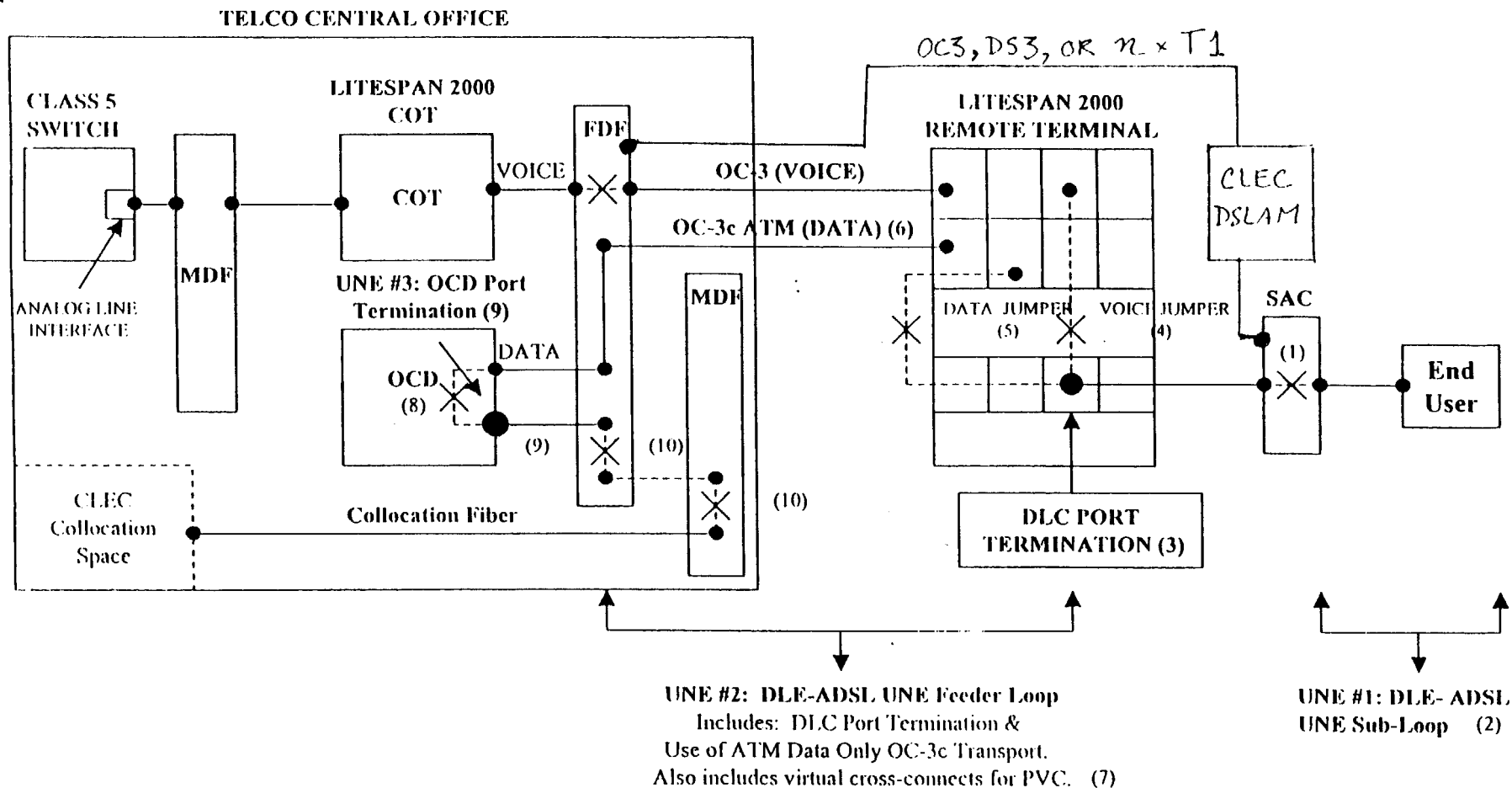
- Make all varieties of DSL available
- Currently available software downloads to cards to facilitate DSL options.
- SBC can provide sufficient collocation space at pedestals or CEVs and in central offices to permit CLECs to provision fiber based service.
- SBC can deploy technologies that permit CLECs to obtain T1 capability (upstream and downstream) over fiber loops at DSL UNE prices.

Remedies

- Require competitively neutral implementation
- Separate proceeding to impose on all ILECs.
- Require further information:
 - map of wire centers
 - loop lengths
- Performance metrics/penalties

PRONTO: PRODUCT OVERVIEW

UNE DIAGRAM



- | | | |
|---------------------------------|--------------------------------|--|
| (1) DLE ADSL SAC Cross Connect | (5) DLC Virtual Circuit - Data | (9) UNE OCD Port Termination (OC-3 or DS3) |
| (2) UNE DLE-ADSL HFPSL | (6) OC-3c Dedicated for Data | (10) OCD Cross-Connect to Collocation (or UDT) |
| (3) DLC Port Termination | (7) UNE DLE-ADSL Feeder | |
| (4) DLC Virtual Circuit - Voice | (8) OCD Virtual Cross Connect | |